

FISCAL NOTE

Bill #: HB0168

Title: Transfer Debt Collection Unit
To Department of Revenue

Primary

Sponsor: Betty Lou Kasten

Status: As introduced

Sponsor signature	Date	Dave Lewis, Budget Director	Date
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Fiscal Summary

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
Expenditures:	\$0	\$0
Revenue:		
General Fund	\$59,600	\$63,400
Net Impact on General Fund Balance:	\$59,000	\$63,400

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

Fiscal Analysis

ASSUMPTIONS:

1. This bill provides for the transfer of debt collection from the Department of Administration to the Department of Revenue as part of the META project, effective July 1, 1999. There is no change in administrative costs or number of FTE in making the transfer; consequently, there is no net impact on administrative expenses when both agencies are considered.
2. Use of the predictive dialer technology in the Department of Revenue will enhance bad debt collections by \$59,600 in fiscal 2000 and \$63,400 in fiscal year 2001; all increased revenue is deposited in the state general fund.
3. The reciprocal offset provisions of the bill (Section 2) will enhance revenue collections; no estimate of the magnitude of this enhancement is available.

4. Proprietary expenses and revenues are based on FY1999 budget for Debt Collection Unit in Department of Administration.
5. Funding of program is proprietary through HB576.

FISCAL IMPACT:

	FY2000	FY2001
Department of Administration	<u>Difference</u>	<u>Difference</u>
FTE	(5.0)	(5.0)

Expenditures:

Personal Services	(\$149,200)	(\$148,850)
Operating Expenses	<u>(77,546)</u>	<u>(77,975)</u>
TOTAL	(\$226,746)	(\$226,825)

Funding:

Other (Proprietary)	(\$226,746)	(\$226,825)
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Revenues:

Other (Proprietary)	(\$226,746)	(\$226,825)
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Net Impact to Fund Balance (Revenue minus Expenditure):

Other (Proprietary)	(\$0)	(\$0)
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Department of Revenue

	<u>Difference</u>	<u>Difference</u>
FTE	5.0	5.0

Expenditures:

Personal Services	\$149,200	\$148,850
Operating Expenses	<u>77,546</u>	<u>77,975</u>
TOTAL	\$226,746	\$226,825

Funding:

Other (Proprietary)	\$226,746	\$226,825
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Revenues:

General Fund	\$59,600	\$63,400
Other (Proprietary)	226,746	226,825

Net Impact to Fund Balance (Revenue minus Expenditure):

General Fund(01)	\$59,600	\$63,400
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